

ABSTRACT OF THE DISCLOSURE

Methods and systems are provided for issuing a new type of security, referred to
5 herein as a "Guarantee Certificate," which offers payments to a holder contingent
upon the occurrence of specified risk-related events that would typically trigger an
insurance or guaranty payment. Guarantee Certificates offer a mechanism for
separating certain payment rights associated with a pool of assets (which may or may
not be securitized) from the remaining payment rights associated with the pool, such
10 that the payment rights form separate, transferable financial instruments. These
instruments evidence an obligation of a mortgage insurer or a securities guarantor to
make payments triggered by certain default-related events involving a corresponding
(in the case of a mortgage insurer) or an underlying (in the case of a securities
guarantor) mortgage loan or loans. A data processing system creates and maintains
15 information corresponding to the Guarantee Certificates. A Guarantee Certificate
may be tradable by the holder.